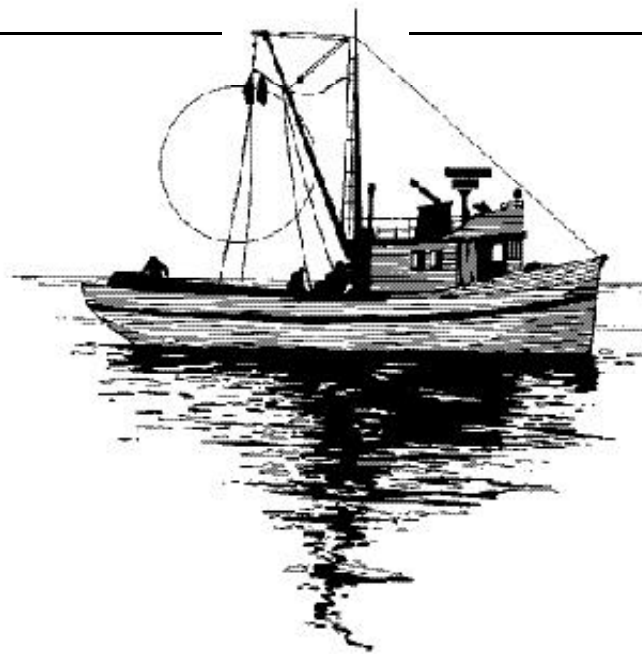


DCED Shared Fisheries Business Tax Program

FY 02 Short-Form Application



APPLICATION MUST BE SUBMITTED TO DCED
NO LATER THAN DECEMBER 15, 2001

State of Alaska
Tony Knowles, Governor
Department of Community and Economic
Development
Deborah Sedwick, Commissioner
Division of Community and Business Development
Patrick Poland, Director



FY 02 SHARED FISHERIES BUSINESS TAX PROGRAM

PROGRAM DESCRIPTION

The purpose of the Shared Fisheries Business Tax Program is to provide for an annual sharing of fish tax collected outside municipal boundaries to municipalities that can demonstrate they suffered significant effects from fisheries business activities. This program is administered separately from the state fish tax sharing program administered by the Department of Revenue which shares fish tax revenues collected inside municipal boundaries.

Program Eligibility

To be eligible for an allocation under this program, applicants must:

1. be a municipality (city or borough); and
2. demonstrate the municipality suffered significant effects as a result of fisheries business activity that occurred within its respective fisheries management area(s).

Program Funding

The funding available for the program this year is equal to half the amount of state fisheries business tax revenues collected outside of municipal boundaries during calendar year 2000.

Program funding is allocated in two stages:

1st Stage: Nineteen Fisheries Management Areas (FMAs) were established using existing commercial fishing area boundaries. The available funding is allocated among these 19 FMAs based on the pounds of fish and shellfish processed in the whole state during the 2000 calendar year. For example, if an area processed 10% of all the fish and shellfish processed in the whole state during 2000, then that area would receive 10% of the funding available for the program this year. These allocations are calculated based on Fisheries Business Tax Return information for calendar year 2000.

2nd Stage: If the total funding available for a Fisheries Management Area (FMA) is less than the *long-form threshold value* (the value determined by multiplying the number of municipalities in an area by \$4,000), then one half of the allocation is divided equally among the eligible applicants in that area. The other half of the area allocation is distributed among the eligible applicants proportionate to the populations of all the eligible applicants in the area. This is known as the short-form method*.

*Because your municipality is located within a Fisheries Management Area with a total allocation less than the long-form threshold value, you have been provided a Short-Form Application.

FY 02 SHARED FISHERIES BUSINESS TAX PROGRAM

PROGRAM DESCRIPTION

Short-Form Application Method: In order to receive funding under the Short-Form Application Method, an applicant must have suffered significant effects during the program base year from fisheries business activities that occurred within its respective fisheries management area(s).

For the purposes of this program, "fisheries business activity" means:

- ✓ activity related to fishing, including but not limited to the catching and sale of fisheries resources;
- ✓ activity related to commercial vessel moorage and commercial vessel and gear maintenance;
- ✓ activity related to preparing fisheries resources for transportation; and
- ✓ activity related to processing fisheries resources for sale by freezing, icing, cooking, salting, or other method and includes but is not limited to canneries, cold storages, freezer ships, and processing plants.

And, "significant effects" means:

- ✓ municipal expenditures during the program base year demonstrated by the municipality to the department to be reasonable and necessary that are the result of fisheries business activities on the municipality's:
 - population;
 - employment;
 - finances;
 - air and water quality;
 - fish and wildlife habitats; and
 - ability to provide essential public services, including health care, public safety, education, transportation, marine garbage collection and disposal, solid waste disposal, utilities, and government administration.

And, "program base year" means:

- ✓ calendar year 2000.

FY 02 SHARED FISHERIES BUSINESS TAX PROGRAM

PROGRAM DESCRIPTION

Under the Short-Form Application Method, a municipality may demonstrate that it suffered significant effects from fisheries business activities through an approved resolution of the municipality's governing body. The attached resolution and cover page constitute an application and no other forms need to be submitted.

If your municipality did suffer significant effects during the program base year as a result of fisheries business activities that occurred within its respective fisheries management area, and if your municipality wishes to participate in the FY 02 Shared Fisheries Business Tax Program, the attached cover page and approved resolution must be submitted to the Department by no later than December 15, 2001.

Send your application to:

**Department of Community and Economic Development
Division of Community and Business Development
Shared Fisheries Business Tax Program
P.O. Box 110809
Juneau, AK 99811-0809**

**If you have any questions regarding this program,
please call Bill Rolfzen at 465-4733**

SHORT-FORM APPLICATION
for the
FY 02 SHARED FISHERIES BUSINESS
TAX PROGRAM

Name of Municipality: _____

Address: _____

Contact Person: _____

Phone Number: _____

Return this cover page along with
the attached resolution to:

Department of Community and Economic Development
Division of Community and Business Development
Shared Fisheries Business Tax Program
P.O. Box 110809
Juneau, AK 99811-0809

**FY 02 Shared Fisheries Business Tax Program
Short-Form Application Resolution**

(City or Borough)

RESOLUTION NO. _____

A RESOLUTION CERTIFYING THAT THE MUNICIPALITY DID SUFFER SIGNIFICANT EFFECTS DURING THE PROGRAM BASE YEAR FROM FISHERIES BUSINESS ACTIVITIES THAT OCCURRED WITHIN THE _____ FISHERIES MANAGEMENT AREA.

WHEREAS, AS 29.60.450 requires that for a municipality to participate in the FY 02 Alaska Shared Fisheries Business Tax Program, the municipality must demonstrate to the Department of Community and Economic Development that the municipality suffered significant effects during calendar year 2000 from fisheries business activities; and

WHEREAS, 3 AAC 134.060 provides that if the allocation available for a fisheries management area is less than the long-form threshold value, a municipality may demonstrate that it suffered significant effects during the program base year from fisheries business activities that occurred within that fisheries management area through a resolution of the municipality's governing body; and

WHEREAS, the _____ is located within a fisheries
(City or Borough)

management area with an allocation less than the long-form threshold value; and

WHEREAS, 3 AAC 134.120 provides that this resolution satisfies the Short-Form Application resolution requirements under the FY 02 Shared Fisheries Business Tax Program;

NOW THEREFORE BE IT RESOLVED THAT: The _____
(Governing Body)

by this resolution certifies that the _____ did suffer
(City or Borough)

significant effects during calendar year 2000 from fisheries business activities that occurred within the _____ fisheries management area and wishes to apply for funding under the FY 02 Shared Fisheries Business Tax Program.

PASSED and APPROVED by a duly constituted quorum of the

_____ this _____ day of _____, 20 _____.
(Governing Body)

SIGNED _____
Mayor

ATTEST _____
Clerk